GOVERNMENT OF TELANGANA <u>ABSTRACT</u>

Civil Supplies – Purchase of 6.00 Lakh MTs of raw rice for meeting the additional requirement under Public Distribution during the Kharif Marketing Season 2017-18 - Orders – Issued.

CONSUMER AFFAIRS, FOOD AND CIVIL SUPPLIES (CS.I-CCS) DEPARTMENT

G.O.Ms.No. 28 Dated: 30-11-2017 Read the following:

- 1. G.O. Ms. No. 23, CA, F& CS.I-CCS Department dated 21.10.2017.
- Lr. No. Mktg/M2/3038/SPR/2017-18 dated 22.11.2017 of VC & Managing Director, Telangana State Civil Supplies Corporation Ltd. Hyd.

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ORDER:

In the reference 1st read above, the Government have issued orders for purchase of 6.00 Lakh MTs of raw rice for additional requirement of Public Distribution System in the State of Telangana through open tenders from the rice millers of Telangana State only for the Kharif Marketing Season 2017-18 subject to condition that the rate of procurement shall be fixed by the following Committee by negotiations from the successful bidders(rice millers).

- 1. Commissioner of Civil Supplies & E.O. Prl. Secretary
 Consumer Affairs, Food and Civil Supplies Department. ... Chairman
- 2. VC & Managing Director, Telangana State Civil Supplies .. Member Corporation Ltd.
- 3. Commissioner of Agriculture .. Member
- 4. Joint Secretary, Finance Department .. Member
- 5. General Manager(Marketing) Telangana State Civil Supplies Corporation Ltd : Member - Convenor.
- 2. In the reference 2nd read above, the VC & Managing Director, Telangana State Civil Supplies Corporation Ltd., Hyderabad has informed that as per the orders of Govt. of Telangana e-tenders were called through e-Procurement Platform on 14.11.2017 inviting tenders from the Rice millers of Telangana State for supply of 6.00 lakh MTs of raw rice conforming to FAQ specifications (under State Pool) out of Khariff 2017-18 paddy for 5 months duly packed in 50 Kg new jute bags on rate contract and delivery at designated Buffer godowns of Telangana State. In response to the Tender notification, (2) Rice millers have filed their tenders. Tender Committee after scrutinizing the Tender documents and approved that all the (3) tender documents are found technically qualified. The total quantity offered by the (3)tenderers is 1,40,000 MTs.
- 3. The VC & Managing Director, Telangana State Civil Supplies Corporation Ltd has also informed that the financial Bids of the said technically qualified (3) tenderers were opened on 22.11.2017 at 3:00 PM as per tender schedule in presence of Committee members. The L-1 rate obtained for State pool rice during tenders is

 Rs 26,500/- per MT for Grade-A and Rs 26,350 per MT for common and the total quantity offered was 1,40,000 MTs. He also informed that further two rounds of negotiations were conducted with tenderers (Rice Millers) in presence of committee members and after negotiations the L-1 rate obtained is Rs 26,300/- per MT for Grade-A and Rs 26,350/- per MT for common and the total quantity offered after negotiations is 1,06,000 MTs and the tenderers (Rice millers) were reluctant to reduce the rates any further.

- 4. The VC & Managing Director, Telangana State Civil Supplies Corporation Ltd, has also informed that the Annual requirement of State pool rice is 6.00 Lakh MTs and the stock available with Civil Supplies Corporation as on date is 0.64 Lakh MTs. Therefore there is an urgent need to purchase the required quantity of State pool rice to meet the further PDS requirement. The total quantity offered by the Millers after negotiations is 1.06 Lakh MTs against the total annual requirement of 6.00 Lakh MTs and the quantity offered will be sufficient to meet (2) months requirement only. Further tenderers (Rice Millers) have offered to supply state pool rice to (8) districts only.
- 5. Finally, the VC & Managing Director, Telangana State Civil Supplies Corporation Ltd has informed that Tender Committee (Purchase Committee) has recommended to take up the matter with the Government on the following options.
- i) To Purchase of State pool rice at the District wise negotiated rates offered by the tenderers (Rice Millers)

Or

- ii) To Purchase of State pool rice from the Telangana State Rice Millers as per the previous procedure of conducting negotiations with State / District Rice Millers Associations.
- 6. After careful examination of the matter and basing on the recommendations of Tender Committee and after discussions with the Rice Millers of Telangana State, the following orders are issued;
- i) A quantity of 6.00 Lakh MTs of raw rice will be purchased for **State Pool** by the Telangana State Civil Supplies Corporation Ltd to meet the additional requirement of rice for Public Distribution System in the State from the rice millers of Telangana State at the following rates.

(State Pool Rice: in TSCSCL once used Jute Gunnies)

Rate.

a) Grade- A variety: at Rs 2400/- per quintal.

b) Common variety: at Rs 2350/- per quintal.

(State Pool Rice : In Rice Millers New Jute Gunnies) Rate

a) Grade- A varieties: at Rs 2493.14/- per quintal.

b) Common varieties: at Rs 2443.14/- per quintal

- ii) The rice millers shall not purchase FAQ paddy at less than the Minimum Support Price of Rs 1590/- per quintal for Grade-A and Rs 1550/- per quintal for Common.
- iv) The rice millers have assured that they would under any circumstances purchase FAQ paddy at Minimum Support Price and above and they would also supply rice as per the specifications prescribed by the Government (copies of Uniform Specifications for Paddy and Rice are annexed(Annexures I & II).
- iii) The rice millers should supply rice from the paddy purchased within the State only and should not deliver rice milled out of paddy purchased in Other States under State Pool quota.
- iv) In case if any, rice millers delivers the raw rice below specifications action shall be taken to blacklist the rice miller from the participation of State Pool and Sannabiyyam and allotment of paddy under Custom Milling Account.

- v) The millers should maintain separate accounts for State Pool rice to be supplied to the Civil Supplies Corporation. They should also keep with them the cash vouchers in support of purchase of Fair Average Quality paddy at Rs 1590/for Grade "A" and Rs 1550/- per quintal for Common and above for the quantity of paddy used for supply of State Pool to the Telangana State Civil Supplies Corporation Ltd., and produce to the Civil Supplies Department, whenever demanded.
- vi) The Civil Supplies Department Officers will check these vouchers of Rs 1590/- for Grade "A" per quintal and Rs 1550/- per quintal for Common payments to farmers through surprise inspections and severe action shall be taken against the erring rice millers.
- vii) The rice millers should start supplying State Pool Rice immediately to Civil Supplies Corporation Ltd to meet the requirement under Public Distribution System.
- viii) The Jute Gunnies containing a mark bold letters as "STATE POOL RICE". The rice millers shall deliver the State Pool with TSCSCL stenciling and the gunnies should be stitched with a **TAG** indicating the name and address of the rice miller and year of the Stocks.
- ix) The District wise requirement of State Pool Rice would be indicated by the Commissioner of Civil Supplies in consultation with the President, Rice Millers Association Telangana State so that the rice millers shall deliver the same at the Buffer godowns indicated by the District Managers of Civil Supplies Corporation.
- x) The period of procurement shall be fixed from November, 2017 to March, 2018. The Commissioner of Civil Supplies shall review the delivery of State Pool Rice from time to time and issue necessary instructions for speedy completion of delivery.
- xi) The VC & Managing Director, Telangana State Civil Supplies Corporation Ltd, shall take action or giving preference for purchase of State Pool Rice in Civil Supplies once used gunnies to the maximum extent and in case of any shortage of Civil Supplies Corporation once used gunnies, the State Pool Rice shall be accepted in the rice millers New Jute Gunny bags.
- xii) The Collector(CS), shall convene a meeting with District Rice Millers Association, District Managers of Civil Supplies Corporation Ltd and District Civil Supply Officers and draw out action plan for delivery of this additional rice as per tentative targets. The rice millers may be advised to complete delivery of 6.00 Lakh MTs of State Pool Rice as per the given tentative targets.
- xiii) The rice millers shall maintain separate accounts for State Pool rice to be supplied to the Civil Supplies Corporation Ltd and details of usage of electricity consumption for milling.
- xiv) The rice millers who have involved in 6- A cases / criminal cases for diversion of paddy / recycling of PDS rice after September, 2016, such rice millers shall not be allowed to participate in the delivery of State Pool Rice, Sannabiyyam or allotment of paddy under Custom Milling Quota for the Kharif Marketing Season 2017-18 or until further orders.
- xv) No transport charges shall be paid to the rice millers for delivery of State Pool Rice for meeting the additional requirement of Public Distribution System.
- xvi) The orders issued in the reference 1st read above are hereby cancelled and the VC & Managing Director, Telangana State Civil Supplies Corporation Ltd is requested to take immediate necessary action for return of the Security Deposits and EMD to the Tenderers immediately.

- 7. The VC & Managing Director, Telangana State Civil Supplies Corporation Ltd is requested to ensure that the State Pool Rice procured is for meeting the additional requirement under Public Distribution System and it should not be issued for any other purpose. Further, the State Pool Rice shall be accepted based on division wise / Buffer godown to minimise the transport charges and de-hiring of godowns within reservation period. Releases of **State Pool Rice** shall be made with proper plan compartment wise to de-hire the storage space within the reservation period and this State Pool Rice shall be accommodated with separate identity along with custom milled rice and shall ensure maintenance of separate accounts / records.
- 8. The Commissioner of Civil Supplies, Telangana State is also requested to take necessary action in the matter for uninterrupted supply of State Pool Rice by the rice millers so as ensure smooth supply of State Pool Rice for meeting the additional requirement of Public Distribution System in the State and also to revise the tentative targets on need basis for ensuring un-interrupted supply of State Pool Rice.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF TELANGANA)

C.V.ANAND EX. OFFICIO PRINCIPAL SECRETARY TO GOVERNMENT

To

The Commissioner of Civil Supplies, Hyderabad.

The VC & Managing Director, Telangana State Civil Supplies Corporation Ltd, Hyderabad.

The Commissioner of Agriculture, Telangana State, Opp Nizam College, Hyderebad.

The Joint Secretary, Finance Department, Telangana, Secretariat, Hyderabad.

All District Collectors

All Joint Collectors

All District Civil Supply Officers

All District Managers of Civil Supplies Corporation Ltd

Copy to the OSD to Hon'ble Minister for Food and Civil Supplies, Secretariat, Hyderabad.

Copy to the President, Rice Millers Association, Telangana State, Hyderabad. SC/SF.

//FORWARDED:: BY ORDER//

SECTION OFFICER

ANNEXURE-I

UNIFORM SPECIFICATION OF ALL VARIETIES OF PADDY (MARKETING SEASON 2017-18)

Paddy shall be in sound merchantable condition dry, clean, wholesome of good food value, uniform in colour and size of grains and free from moulds, weevils, obnoxious smell, *Argemone maxicana*, *Lathyrus sativus* (Khesari) and admixture of deleterious substances.

Paddy will be classified into Grade 'A' and Common groups.

SCHEDULE OF SPECIFICATION

SI.No.	Refractions	Maximum Limits (%)
1	Foreign matter a) Inorganic b) Organic	1.0 1.0
2	Damaged, discoloured, sprouted and weevilled grains	5.0*
3	Immature, Shrunken and shrivelled grains	3.0
4	Admixture of lower class	6.0
5	Moisture content	17.0

* Damaged, sported and weevilled grains should not exceed 4%

NB:

- (i) The definitions of the above refractions and method of analysis are to be followed as per BIS Method of analysis for foodgrains' Nos. IS: 4333 (Part-I) 1996, IS: 4333 (Part-II), 2002 and 'Terminology for foodgrains' IS: 2813 1995, as amended from time to time.
- (ii) The method of sampling is to be followed as per BIS method for sampling of Cereals and Pulses IS: 14818-2000 as amended from time to time.
- (iii) Within the overall limit of 1.0% for organic foreign matter, poisonous seeds shall not exceed 0.5% of which Dhatura and Akra seeds (Vicia species) not to exceed 0.025% and 0.2% respectively.

C.V.ANAND EX. OFFICIO PRINCIPAL SECRETARY TO GOVERNMENT

ANNEXURE-II

UNIFORM SPECIFICATION FOR GRADE 'A' & COMMON RICE (MARKETING SEASON 2017-18)

Rice shall be in sound merchantable condition, sweet, dry, clean, wholesome, of good food value, uniform in colour and size of grains and free from moulds, weevils, obnoxious smell, admixture of unwholesome poisonous substances, *Argemone maxicana* and *Lathyrus sativus* (Kesari) in any form, or colouring agents and all impurities except to the extent in the schedule below. It shall also conform to Prescribed norms under Food Safety & Standards Act, 2006/Rules prescribed here under:

SCHEDULE OF SPECIFICATION

SI. No.	Refractions		Maximum Limit (%)	
			Grade-A	Common
1	Brokens *	Raw	25.0	25.0
		Paraboiled /single paraboiled rice	16.0	16.0
2	Foreign Matter**	Raw/Paraboiled/single paraboiled rice	0.5	0.5
3	Damaged#/Slightly Damaged Grains	Raw	3.0	3.0
		Paraboiled/single paraboiled rice	4.0	4.0
4	Discoloured Grains	Raw	3.0	3.0
		Paraboiled/single paraboiled rice	5.0	5.0
5	Chalky Grains	Raw	5.0	5.0
6	Red Grains	Raw/Paraboiled/single paraboiled rice	3.0	3.0
7	Admixture of lower class	Raw/Paraboiled/single paraboiled rice	6.0	-
8	Dehusked Grains	Raw/Paraboiled/single paraboiled rice	13.0	13.0
9	Moisture content @	Raw/Paraboiled/single paraboiled rice	14.0	14.0

^{*} Not more than 1% by weight shall be small broken.

^{**} Not more than 0.25% by weight shall be mineral matter and not more than 0.10% by weight shall be impurities of animal origin.

[#] including pin point damaged grains.

[@] Rice (both raw and parboiled/Single Parboiled) can be procured with moisture content upto a maximum limit 15% with value cut. There will be no value cut upto 14%. Between 14% to 15% moisture, value cut will be applicable at the rate of full value.

NOTES APPLICABLE TO THE SPECIFICATION OF GRADE 'A' AND COMMON VARIETIES OF RICE

1. The definition of the above refractions and method of analysis are to be followed as given in Bureau of Indian Standard "Method of analysis for Foodgrains" No's IS: 4333 (Part-I) 1996 and IS:4333 (Part-II) 2002 "Terminology for Foodgrains" IS:2813-1995 as amended from time to time. Dehusked grains are rice kernels whole or broken which have more than ¼ of the surface area of the kernel covered with the bran and determined as follows:-

ANALYSIS PROCEDURE: Take 5 grams of rice (sound head rice and brokens) in a petri dish (80X70mm). Dip the grains in about 20 ml. of Methylene Blue solution (0.05%by weight in distilled water) and allow to stand for about one minute. Decant the Methylene Blue solution. Give a swirl wash with about 20 ml of dilute hydrochloric acid (5% solution by volume in distilled water). Give a swirl wash with water and pour about 20 ml. of Metanil Yellow solution (0.05% by weight in distilled water) on the blue stained grains and allow to stand for about one minute. Decant the effluent and wash with fresh water twice. Keep the stained grains under fresh water and count the dehusked grains. Count the total number of grains in 5 grams of sample under analysis. Three brokens are counted as one whole grain.

CALCULATIONS:

Percentage of Dehusked grains = $N \times 100$

W

Where N = Number of dehusked grains in 5 grams of sample

W = Total grains in 5 grams of sample.

- 2. The Method of sampling is to be followed as given in Bureau of Indian Standard "Method of sampling of Cereals and Pulses" No IS: 14818- 2000 as amended from time to time.
- 3. Brokens less than 1/8th of the size of full kernels will be treated as organic foreign matter. For determination of the size of the brokens average length of the principal class of rice should be taken into account.
- 4. Inorganic foreign matter shall not exceed 0.25% in any lot, if it is more, the stocks should be cleaned and brought within the limit. Kernels or pieces of kernels having mud sticking on surface of rice, shall be treated as Inorganic foreign matter.
- 5. In case of rice prepared by pressure parboiling technique, it will be ensured that correct process of parboiling is adopted i.e. pressure applied, the time for which pressure is applied, proper gelatinisation, aeration and drying before milling are adequate so that the colour and cooking time of parboiled rice are good and free from encrustation of the grains.

C.V.ANAND EX. OFFICIO PRINCIPAL SECRETARY TO GOVERNMENT